| 1 | | BELLSOUTH TELECOMMUNICATIONS, INC. |
|----|----|--|
| 2 | | DIRECT TESTIMONY OF ERIC FOGLE |
| 3 | ВЕ | FORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA |
| 4 | | DOCKET NO. 2005-57-C |
| 5 | | MAY 11, 2005 |
| 6 | | |
| 7 | Q. | PLEASE STATE YOUR NAME, YOUR POSITION WITH BELLSOUTH |
| 8 | | TELECOMMUNICATIONS, INC. ("BELLSOUTH"), AND YOUR |
| 9 | | BUSINESS ADDRESS. |
| 10 | | |
| 11 | A. | My name is Eric Fogle. I am employed by BellSouth Resources, Inc., |
| 12 | | as a Director in BellSouth's Interconnection Operations Organization. |
| 13 | | My business address is 675 West Peachtree Street, Atlanta, Georgia |
| 14 | | 30375. |
| 15 | | |
| 16 | Q. | PLEASE PROVIDE A BRIEF DESCRIPTION OF YOUR |
| 17 | | BACKGROUND AND EXPERIENCE. |
| 18 | | |
| 19 | A. | I attended the University of Missouri in Columbia, where I earned a |
| 20 | | Master of Science in Electrical Engineering Degree in 1993 and Emory |
| 21 | | University in Atlanta, where I earned a Master of Business |
| 22 | | Administration degree in 1996. After graduation from the University of |
| 23 | | Missouri in Columbia, I began employment with AT&T as a Network |
| 24 | | Engineer, and joined BellSouth in early 1998 as a Business |
| 25 | | Development Analyst in the Product Commercialization Unit. From July |

2000 through May 2003, I led the Wholesale Broadband Marketing group within BellSouth. I assumed my current position in June 2003. First, as a Business Analyst, and then as the Director of the Wholesale Broadband Marketing Group and continuing in my current position, I have been, and continue to be, actively involved in the evolution and growth of BellSouth's network including provisions for accommodating Digital Subscriber Line ("DSL") based services as well as the underlying technology.

10 Q. WHAT IS THE PURPOSE OF YOUR DIRECT TESTIMONY?

A.

The purpose of my testimony is to provide BellSouth's position on Issues 2-18 (Item 36), 2-19 (Item 37), 2-20 (Item 38), and 2-28 (Item 46). These issues are summarized in the April 5, 2005 Issues Matrix filed in BellSouth's Answer to the Petition for Arbitration of NewSouth Communications Corp. ("NewSouth"), Nuvox Communications, Inc. ("NuVox"), KMC Telecom V, Inc. & KMC Telecom III LLC ("KMC"), and Xspedius Communications, LLC ("Xspedius") filed with the Public Service Commission of South Carolina ("Commission") on March 11, 2005. I henceforth refer to these companies as the "Joint Petitioners."

22 Q. DO YOU HAVE ANY PRELIMINARY COMMENTS?

24 A. Yes. There are numerous unresolved issues in this arbitration that have underlying legal arguments. Because I am not an attorney, I am

not offering a legal opinion on these issues. I respond to these issues 1 purely from a policy or technical perspective. BellSouth's attorneys will 2 address issues requiring legal argument. 3 4 Item 36; Issue 2-18: (A) How should line conditioning be defined in the 5 Agreement? (B) What should BellSouth's obligations be with respect to 6 line conditioning? (Attachment 2, Section 2.12.1) 7 8 SUBPART (A) OF ITEM 36 ASKS THE QUESTION "HOW SHOULD 9 Q. LINE CONDITIONING BE DEFINED IN THE AGREEMENT?" WHAT 10 IS BELLSOUTH'S POSITION WITH RESPECT TO ITEM 36(A)? 11 12 Line conditioning should be defined as a routine network modification 13 Α. that BellSouth regularly undertakes to provide xDSL services to its own 14 customers. This definition is entirely consistent with the Federal 15 Communications Commission's ("FCC's") finding in Paragraph 643 of 16 the Triennial Review Order ("TRO"), which provides: "Line conditioning 17 is properly seen as a routine network modification that incumbent LECs 18 regularly perform in order to provide xDSL services to their own 19 customers. As noted above, incumbent LECs must make the routine 20 adjustments to unbundled loops to deliver services at parity with how 21 incumbent LECs provision such facilities for themselves." 22 23 BellSouth's proposed language further states that line conditioning may

include the removal of any device from a copper loop or copper sub-

24

25

loop that may diminish the capability of the loop or sub-loop to deliver high-speed switched wireline telecommunications capability, including xDSL service. Such devices include, but are not limited to, load coils, excessive bridged taps, low pass filters, and range extenders. Consistent with the FCC's definition in the *TRO*, BellSouth has proposed this additional language because BellSouth routinely removes similar devices from its network in the process of provisioning its own DSL services, and therefore, such activities fall within the FCC's definition of a routine network modification to effect line conditioning.

Q.

Α.

CAN YOU BRIEFLY DESCRIBE BRIDGED TAPS AND LOAD COILS
THAT ARE USED TO PROVIDE OR IMPROVE VOICE SERVICE, BUT
WHICH CAN IMPAIR HIGH SPEED DATA SERVICES LIKE XDSL?

Yes. Bridged tap is an engineering technique of extending or tapping a single loop so that it could serve additional customer locations (though the bridged loop may serve only a single one of those customer locations at a given time) and adds flexibility as service arrangements and customer needs change over time. Bridged taps create additional flexibility and increase the efficiency of the BellSouth network. Load coils and low pass filters are inductive devices that improve voice quality, especially on long loops, by reducing high frequency noise (heard by the end user as static). The same inductor that reduces high frequency noise also interferes with high frequency data signals, such as those used for xDSL service.

1 Q. DOES THE FCC SUPPORT BELLSOUTH'S POSITION?

Α.

In my opinion, yes. The FCC clearly defines a "routine network modification" in paragraph 632 of the *TRO*. Specifically, the *TRO* states in that paragraph: "By 'routine network modifications' we mean that incumbent LECs must perform those activities that incumbent LECs regularly undertake for their own customers." BellSouth's position and proposed language clearly state that BellSouth will perform line conditioning functions that (1) it regularly undertakes for its own xDSL customers; or (2) additional, non-FCC required line conditioning functions that it performs in limited situations pursuant to agreements with Competitive Local Exchange Carriers ("CLECs") in industry collaboratives. Thus, BellSouth's language is entirely consistent with the FCC's ruling in the *TRO* on this issue, and in some situations exceeds the FCC's requirement for line conditioning.

17 Q. WHY IS BELLSOUTH CONCERNED WITH THE JOINT 18 PETITIONERS' PROPOSED LANGUAGE?

Α.

The Joint Petitioners' proposed language creates an obligation for BellSouth to perform specific line conditioning functions that BellSouth does not regularly undertake for its own customers. Such an obligation would lead to the development of a superior network for the Joint Petitioners and is clearly not required by the FCC's definition of line conditioning in the *TRO*. It is impossible to square the Joint Petitioners'

| 1 | | position with the FCC's findings in the TRO. |
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| 2 | | |
| 3 | Q. | SUBPART (B) OF THIS ISSUE ASKS THE QUESTION "WHAT |
| 4 | | SHOULD BELLSOUTH'S OBLIGATIONS BE WITH RESPECT TO |
| 5 | | LINE CONDITIONING?" WHAT IS BELLSOUTH'S POSITION ON |
| 6 | | ITEM 36 SUBPART (B)? |
| 7 | | |
| 8 | A. | As stated above, BellSouth should perform line conditioning functions |
| 9 | | as defined in 47 C.F.R. 51.319(a)(1)(iii) to the extent the function is a |
| 10 | | routine network modification that BellSouth regularly undertakes to |
| 11 | | provide xDSL to its own customers. As stated above, the TRO clarifies |
| 12 | | the definition of line conditioning set forth in Rule 51.319(a)(1)(iii) by |
| 13 | | limiting its application to line conditioning "that incumbent LECs |
| 14 | | regularly perform in order to provide xDSL services to their own |
| 15 | | customers." Any line conditioning that the Joint Petitioners desire that |
| 16 | | is beyond what BellSouth is obligated to provide by the TRO, or has |
| 17 | | voluntarily offered to the Joint Petitioners, is available via BellSouth's |
| 18 | | Special Construction tariffs on a time and materials basis. |
| 19 | | |
| 20 | Item | 37; Issue 2-19: Should the Agreement contain specific provisions |
| 21 | limit | ing the availability of load coil removal to copper loops of 18,000 feet |

Q.

or less? (Attachment 2, Section 2.12.2)

WHAT IS BELLSOUTH'S POSITION ON THIS ISSUE?

It is BellSouth's position that it will perform the same line conditioning functions for Joint Petitioners that it performs for its own customers. BellSouth adheres to current industry technical standards that require the placement of load coils on copper loops greater than 18,000 feet in length to support high quality voice service. Furthermore, BellSouth does not remove load coils for BellSouth's retail end users served by copper loops of over 18,000 feet in length. Therefore, such a modification would not constitute a routine network modification and is not required by the FCC's rules. Even though not required under the FCC's definition of line conditioning in the *TRO*, upon a Joint Petitioner's request, BellSouth will remove load coils on loops and subloops that are greater than 18,000 feet in length at rates pursuant to BellSouth's Special Construction Process contained in BellSouth's FCC Tariff No. 2.

A.

Q. DOES ANY FCC ORDER PROVIDE BELLSOUTH WITH A BASIS TO TREAT LINE CONDITIONING IN DIFFERENT MANNERS DEPENDING ON THE LENGTH OF THE LOOP?

Α.

Yes. The *TRO* clearly states that BellSouth must perform the same line conditioning activities for CLECs as it does for its own retail customers. Therefore, BellSouth's procedures for providing line conditioning to its retail customers is the same process and the same procedures that apply to the Joint Petitioners. For its retail voice service customers, BellSouth adds or does not add load coils depending on the length of

| 1 | the copper loop, as set forth above, and, consistent with the TRO, |
|----|---|
| 2 | BellSouth has offered this same procedure to the Joint Petitioners. |
| 3 | |
| 4 | Item 38; Issue 2-20: Under what rates, terms and conditions should |
| 5 | BellSouth be required to perform Line Conditioning to remove bridged |
| 6 | taps? (Attachment 2, Sections 2.12.3 & 2.12.4) |
| 7 | |
| 8 | Q. WHAT IS BELLSOUTH'S POSITION ON THIS ISSUE? |
| 9 | |
| 10 | A. BellSouth's offer to the Joint Petitioners exceeds its obligations under |
| 11 | the TRO. Specifically, even though BellSouth does not routinely |
| 12 | remove any bridged taps for its own xDSL customers, BellSouth agreed |
| 13 | in the CLEC industry collaborative to remove a limited number of |
| 14 | bridged taps at the request of CLECs. The following bridged tap |
| 15 | removal process was developed and agreed to in the CLEC industry |
| 16 | collaborative: |
| 17 | 1) Any copper loop being ordered by a CLEC that has over 6,000 |
| 18 | feet of combined bridged tap will be modified, upon request from |
| 19 | the CLEC, so that the loop will have a maximum of 6,000 feet o |
| 20 | bridged tap. This modification will be performed at no additiona |
| 21 | charge to the CLEC. |
| 22 | 2) Line conditioning orders that require the removal of bridged tap |
| 23 | (serving no network design purpose) on a copper loop that wi |
| 24 | result in a combined level of bridged tap between 2,500 and |
| 25 | 6,000 feet will be performed at the rates set forth in Exhibit A o |

Attachment 2 of the Interconnection Agreement.

3) The CLEC may request removal of any unnecessary and non-excessive bridged tap (bridged tap between 0 and 2,500 feet that serves no network design purpose) at rates pursuant to BellSouth's Special Construction Process contained in BellSouth's FCC Tariff No. 2.

Requests for line conditioning beyond what BellSouth performs for its own customers (which is BellSouth's only obligation) or is willing to voluntarily provide to the Joint Petitioners, are not appropriately dealt with under a Section 251 arbitration and should be addressed via a separate agreement.

Q. DO YOU BELIEVE THAT A BRIDGED TAP THAT IS LESS THAN 2,500 FEET IN LENGTH SIGNIFICANTLY IMPAIRS THE PROVISION OF HIGH SPEED DATA TRANSMISSION?

A. No. The policy of not removing bridged taps less than 2,500 feet in length ("Short Bridged Taps") was established by both BellSouth and the CLECs through the industry Shared Loop Collaborative. Both BellSouth and the CLECs in this collaborative would not have agreed to such a policy if they believed that failing to remove Short Bridged Taps would impair the provision of high speed data service. And, I am not aware of any instance where a CLEC asked BellSouth to remove bridge taps of this length. Further, this joint policy is consistent with industry

| 1 | | standards for xDSL services, which allow the use of bridged taps on |
|----|------|--|
| 2 | | loops up to 6,000 feet in length. BellSouth's line conditioning policies |
| 3 | | are consistent with these standards. |
| 4 | | |
| 5 | Q. | DO YOU AGREE WITH THE JOINT PETITIONERS' ASSERTION |
| 6 | | THAT REMOVAL OF BRIDGED TAPS IS INCLUDED IN THE |
| 7 | | DEFINITION OF LINE CONDITIONING? |
| 8 | | |
| 9 | A. | No. Because BellSouth does not routinely remove bridged taps for its |
| 10 | | own xDSL customers, such activity does not fall within the FCC's TRO |
| 11 | | definition of line conditioning. |
| 12 | | |
| 13 | Item | 46; Issue 2-28: Should the CLECs be allowed to incorporate any |
| 14 | Com | mission decision that required BellSouth to provide FastAccess |
| 15 | over | UNE-P? (Attachment 2, Section 3.10.4) |
| 16 | | |
| 17 | Q. | WHAT IS THE PRIMARY REASON THAT THE COMMISSION |
| 18 | | SHOULD NOT GRANT THE JOINT PETITIONERS' REQUEST ON |
| 19 | | ITEM 46? |
| 20 | | |
| 21 | A. | On December 9, 2003, BellSouth filed an Emergency Petition with the |
| 22 | | FCC to specifically address the issue raised by the Joint Petitioners in |
| 23 | | this arbitration. That is, BellSouth's Emergency Petition asked the FCC |
| 24 | | to determine whether BellSouth should be obligated to provide its DSI |
| 25 | | or FastAccess® service to CLEC voice customers. BellSouth made |

this request of the FCC because various other state commissions in BellSouth's region made such a finding (although each order was different in some capacity). On March 25, 2005 the FCC granted the relief requested in BellSouth's Emergency Petition. Specifically, in response to the Emergency Petition, the FCC preempted all state rulings that required BellSouth to continue to provide its DSL services to end-user customers who have obtained voice service from a CLEC in some form or fashion. As a result, the FCC has made it clear that state commissions cannot require BellSouth to provide its DSL service to a CLEC voice customer.

In addition, this Commission has previously decided this issue in BellSouth's favor. In the BellSouth-IDS arbitration proceeding, Docket No. 2001-19-C, this Commission ruled that:

Clearly, the FCC has not required an incumbent LEC to provide xDSL service to a particular end user when the incumbent LEC is no longer providing voice service to that end user. IDS's contention that this practice is anticompetitive is therefore not persuasive when BellSouth is acting in accordance with the express language of the FCC's most recent Order on this subject.

Since the Commission rendered that decision, Governor Sanford signed 2003 South Carolina Laws Act 6 (the "Broadband Act") into law. The DSL services BellSouth provides meets the definition of

¹ FCC Memorandum Opinion and Order and Notice of Inquiry, released March 25, 2005 in WC Docket No. 03-251 ("Order on Emergency Petition").

"broadband services" set forth in the Broadband Act which expressly states that "[t]he commission must not: (1) impose any requirements related to the terms, conditions, rates, or availability of broadband service, or (2) otherwise regulate broadband service...." The General Assembly, therefore, clearly has prohibited the Commission from doing what the Joint Petitioners are asking it to do.

Additionally, Even prior to its Order on Emergency Petition, the FCC stated on several occasions that incumbent LECs are not obligated to provide CLECs with DSL transport or DSL services over UNEs.²

12 Q. SHOULD ITEM 46 (AND ALL SUBPARTS) BE INCLUDED IN THIS
13 ARBITRATION PROCEEDING?

A. No. FastAccess® is unregulated and wholesale DSL service is an interstate telecommunications service over which the FCC, and not this Commission, has jurisdiction. Consequently, the inclusion of Item 46 in this proceeding exceeds this Commission's jurisdiction. Further, the

² FCC Order No. 02-247, In the Matter of Joint Application by BellSouth Corporation, BellSouth Telecommunications, Inc., and Bellsouth Long Distance, Inc. for Provision of In-Region, InterLATA Services in Georgia and Louisiana, CC Docket No. 02-35, Rel. May 15, 2002. ("GA/LA 271 Order") ¶157; FCC Order No. 02-260, In the Matter of Joint Application by BellSouth Corporation, BellSouth Telecommunications, Inc., and Bellsouth Long Distance, Inc. for Provision of In-Region, InterLATA Services in Alabama, Kentucky, Mississippi, North Carolina, and South Carolina, CC Docket No. 02-150, Rel. September 18, 2002. ("GA/LA 271 Order") ¶164; and FCC Order No. 02-331, In the Matter of Joint Application by BellSouth Corporation, BellSouth Telecommunications, Inc., and Bellsouth Long Distance, Inc. for Provision of In-Region, InterLATA Services in Florida and Tennessee, CC Docket No. 02-307, Rel. December 19, 2002. ("GA/LA 271 Order") ¶178.

| 1 | | South Carolina Broadband Act clearly prevents this Commission from |
|----|----|---|
| 2 | | providing what the Joint Petitioners are requesting. |
| 3 | | |
| 4 | | Accordingly, the FCC as well as the General Assembly have all |
| 5 | | determined that this Commission does not have jurisdiction to grant the |
| 6 | | relief requested by the Joint Petitioners. For this reason, Item 46 |
| 7 | | should not be addressed in a section 252 arbitration proceeding. |
| 8 | | |
| 9 | Q. | SUBPART (B) OF THE JOINT PETITIONERS' POSITION |
| 10 | | STATEMENT ASKS THE QUESTION "SHOULD CLEC BE ENTITLED |
| 11 | | TO INCORPORATE INTO THE AGREEMENT, FOR THE TERM OF |
| 12 | | THIS AGREEMENT, RATES, TERMS AND CONDITIONS THAT ARE |
| 13 | | NO LESS FAVORABLE IN ANY RESPECT, THAN THE RATES |
| 14 | | TERMS AND CONDITIONS THAT BELLSOUTH HAS WITH ANY |
| 15 | | THIRD PARTY THAT WOULD ENABLE CLEC TO SERVE A |
| 16 | | CUSTOMER VIA A UNE LOOP THAT MAY ALSO BE USED BY |
| 17 | | BELLSOUTH FOR THE PROVISION OF DSL SERVICES TO THE |
| 18 | | SAME CUSTOMER?" WHAT IS BELLSOUTH'S POSITION ON THE |
| 19 | | JOINT PETITIONERS' ITEM 46(B)? |
| 20 | | |
| 21 | A. | Item 46(b) in this arbitration does not apply in states, like South |
| 22 | | Carolina, that have not ruled that ILECs be forced to provide DSL to the |
| 23 | | CLECs' UNE voice customers in violation of federal law. |
| 24 | | |
| 25 | | Furthermore, in light of recent FCC rulings, the Joint Petitioners cannot |

incorporate the rates, terms, and conditions relating to the provision of BellSouth's DSL service over leased facilities that exist in prior agreements. This is because the FCC recently interpreted Section 252(i) of the Act to require CLECs to adopt another carrier's interconnection agreement in its entirety. In doing so, the FCC expressly prohibited what the Joint Petitioners are trying to do here – that is "pick and choose" certain portions of other carriers' provisions.

Q. DOES THIS CONCLUDE YOUR TESTIMONY?

- 11 A. Yes.
- 12 #584987

| STATE OF SOUTH CAROLINA |) | |
|-------------------------|---|------------------------|
| |) | CERTIFICATE OF SERVICE |
| COUNTY OF RICHLAND |) | |

The undersigned, Nyla M. Laney, hereby certifies that she is employed by the Legal Department for BellSouth Telecommunications, Inc. ("BellSouth") and that she has caused the Direct Testimony of Eric Fogle in Docket No. 2005-57-C to be served upon the following this May 11, 2005:

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